

Message Text

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PAGE 01 STATE 071053
ORIGIN XMB-04

INFO OCT-01 NEA-10 ISO-00 EB-08 INT-05 OES-06 AID-05
CIAE-00 COME-00 FRB-01 INR-07 NSAE-00 USIA-15
TRSE-00 OPIC-06 SP-02 LAB-04 SIL-01 OMB-01 /076 R

EXIMBANK

DRAFTED BY XMB: L. M. LAROCHE:EMC
APPROVED BY EB/IFD/ODF:FHTHOMAS
XMB: CLAYTON NORRIS
NEA/AFN:WSWEISLOGEL

-----011829Z 012748 /46

R 310209Z MAR 77
FM SECSTATE WASHDC
TO AMEMBASSY ALGIERS
INFO AMCONSUL ORAN

UNCLAS STATE 071053

E.O. 11652: N/A

TAGS: EFIN, AG

SUBJECT: EXIM DENIAL OF SONIC PRELIMINARY COMMITMENT

REFERENCE: (A) STATE 44789 (B) ALGIERS 699

EXIMBANK ON 24 MARCH DENIED REQUEST FROM IONICS, INC. FO
PC TO ASSIST IN FINANCING DOLLARS 15 MILLION IN U.S.
COSTS OF WATER DESALINATION PROJECT FOR EXISTING SONIC
PULP AND PAPER MILL AT MOSTAGANEM.
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FOR YOUR INFORMATION TRANSACTION APPEARS NOT TO MEET CRI-
TERIA FOR EVALUATION UNDER SELECTIVE POLICY, DUE TO
DEFECTS OTHER THAN WATER PURIFICATION AS REPORTED IN
REFERENCE B, AND POSSIBLE FAILURE OF HARVESTING OF ESPARTO
GRASS OR MARKETING OF OUTPUT TO MEASURE UP TO EXPECTATIONS
EVEN IF PLANT WERE TO OPERATE SATISFACTORILY. BANK UNDER-
STOOD THAT PLANT COST DOLLARS 60-70 MILLION, AND IS ASTON-
ISHED THAT ABOUT DOLLARS 400 MILLION ALREADY SUNK INTO IT.

IN EXTENDING EVEN MODEST CREDIT FOR THIS PART, BANK COULD
FIND ITSELF SADDLED WITH PROJECT WHICH HAS BEEN AND MAY
CONTINUE TO BE UNVIABLE. END FYI.

NO NEED TO ADVISE SONIC OR OTHER GOA AGENCIES, SINCE THERE
WAS NO PRIOR EXIM CONTACT WITH THEM ON PROJECT OR THIS
REQUEST.

EMBASSY'S ASSISTANCE IN DEVELOPING INFORMATION IN
REFERENCE B MUCH APPRECIATED BY BANK.
CHRISTOPHER

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PAPER INDUSTRY, BANK LOANS
Control Number: n/a
Copy: SINGLE
Sent Date: 31-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE071053
Document Source: CORE
Document Unique ID: 00
Drafter: L. M. LAROCHE:EMC
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770113-0307
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t1977032/aaaaabda.tel
Line Count: 73
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 6317d0b1-c288-dd11-92da-001cc4696bcc
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 77 STATE 44789, 77 ALGIERS 699
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 04-Oct-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2988561
Secure: OPEN
Status: NATIVE
Subject: EXIM DENIAL OF SONIC PRELIMINARY COMMITMENT
TAGS: EFIN, AG, XMB
To: ALGIERS
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/6317d0b1-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009